

State of Alaska Division of Motor Vehicles Standard Operating Procedures	SOP No. T-340	Page No. 1 of 1
	Effective July 1, 2006	
Subject:	Supersedes T-340	Dated 2/12/03
I. R. S. SALES	Approved	
Statute:	Regulation: 02 AAC 92.050	Form No. 812, IRS Form 2435

The Internal Revenue Service (IRS) may seize a vehicle when the registered owner fails to pay taxes. These vehicles are sold to the public with a Certificate of Sale of Seized Property (U.S. Government Form 2435). When the IRS sells a seized vehicle, they are **only selling the taxpayer's rights to the vehicle.**

In some instances, the IRS will seize a vehicle belonging to a third party. This seizure may be based on the belief of the IRS that the delinquent taxpayer has an interest in a vehicle titled to this third party. In such cases the **Certificate of Sale of Seized Property** will show the name of the delinquent taxpayer rather than the registered owner of the vehicle. These transfers are handled as if the delinquent taxpayer is the registered owner of the vehicle. Any third party may file an action against the federal government in Federal District Court if they wish to contest the transfer.

TITLE REQUIREMENTS:

1. An Application for Title and Registration (Form 812) completed in full and signed in ink.
2. Last title issued, unless it is being held by a lienholder. See #5
3. Certificate of Sale of Seized Property (U.S. Government Form 2435) completed and signed by an officer of the U.S. Government. It is not required to be notarized.
4. Bill of Sale (required only when there is a co-owner on DMV records, the co-owner is not named on the Certificate of Sale of Seized Property **AND** the conjunction on DMV records is an "and".) The BOS must contain the complete and correct vehicle identification number.
5. Lien release from lienholder on DMV records, if any. Any lien listed on the previous title will be carried over to the new title if a lien release is not provided. **The title will be sent to the lienholder along with a request for surrender of the previously issued title.**

If the new owner refuses to list the lienholder on the Application for Title and Registration, or refuses to sign the application, refer him or her to the I.R.S.

6. Odometer reading.
7. Other items required for registration.

**THE REGISTRATION DOES NOT START OVER
UNLESS THE VEHICLE HAS BEEN EXPIRED FOR OVER ONE FULL YEAR.**